BOB F. ANDERSON, PE, INC.

PETROLEUM ENGINEERS & CONSULTANTS TELEPHONE (318) 425-4230 FACSIMILE (318) 222-1054 email: bfandpe@aol.com

October 15, 2001

Honorable Philip N. Asprodites, Commissioner of Conservation Office of Conservation P. O. Box 94275 Baton Rouge, LA 70804-4275

Re: APLICATION FOR PUBLIC HEARING

Proposed Substitute Unit Well, at an Exceptional Location Upper Hosston Formation, Reservoir B U HOSS RB SUE West Arcadia Field Bienville Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of CYPRESS OPERATING, INC., (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Upper Hosston Formation, Reservoir B in the West Arcadia Field, Bienville Parish, Louisiana:

- 1. To permit the applicant to drill, designate and utilize a substitute unit well, the Cypress Operating, Inc. Montague 27 No. 1 Well, in exception to the 694-A-4 Series of Office of Conservation Orders, for the production of gas and condensate for the Upper Hosston Formation, Reservoir B in the West Arcadia Field, Bienville Parish, Louisiana, in the unit designated U HOSS RB SUE, such unit and well shown on the attached plat and made a part hereof.
- 2. To find that a substitute unit well is needed on the U HOSS RB SUE to assist in the efficient and effective drainage of the unit that cannot nor has not been drained by any other well located therein.
- To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

The Upper Hosston Formation, Reservoir B in the West Arcadia Field, Bienville Parish, Louisiana, was defined in Office of Conservation Order No. 692-A-4, effective May 1, 1981. The unit designated U HOSS RB SUE was established by Office of Conservation Order No.692-A-6.

The pertinent data pertaining to this application is available for inspection at the Offices of B. F. Anderson, 400 Travis Street, Suite 209, Shreveport, Louisiana 71101-3110. Any person wishing to inspect such data should call B. F. Anderson at 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent, that is otherwise not available from the Office of Conservation, can be obtained at the expense of the requesting party.

The subject matter of this application does not require a pre-hearing conference.

Attached hereto and made a part of, is a plat showing the applicant's proposal and a list of the names and addresses of the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this application is being furnished. Pursuant to the Revised Rules of Procedure, the lists of parties are being furnished to the Commissioner of Conservation and to the Shreveport District Office of Conservation. The list of parties will be provided to any party requesting copies. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and the Interested Parties as shown on the attached list.

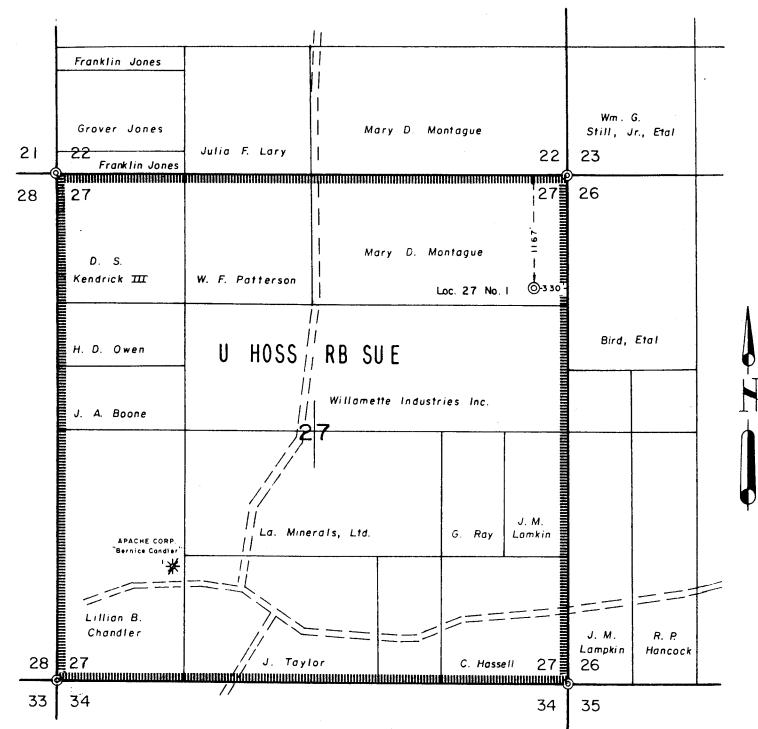
Our check, made payable to the Office of Conservation, is attached to cover the applicable hearing fee.

Yours very truly,

B. F. Anderson, PE for

CYPRESS OPERATING, INC.

cc: Mr. James C. Broussard, District Manager, Shreveport District Office of Conservation Interested Owners, Represented Parties and Interested Parties



PLAT SHOWING LOCATION

CYPRESS OPERATING, INC. — U HOSS RB SUE; MONTAGUE 27 No. 1

Located 1167 ft. from the North line and 330 ft. from the East line

of Section 27, Township 18 North, Range 6 West,

Bienville Parish, Louisiana.

Latitude = 32° 31' 25" North Longitude = 92° 57' 58" West Determined by GPS

X = 1,856,329.742 Y = 0,675,766.260 Determined by GPS

Ground Elevation 27 No. 1 = 281.8 ft.

Date: October 5, 2001

Scale: 1" = 1000'

I hereby certify that the above plat op/rectly interest this location as staked on the proach, and complies with the ta Minimum Standards for stoperty bountary surveys for a Class "D" survey, where applicable

Albert & Holett, Jr., LA. P. B. No. 170 Kent & Pascollytes lon Shipperport, La.